



The Ag Invest program makes loans more affordable for farmers and agricultural professionals to plant and harvest crops, explore opportunities in agribusiness and rebound from difficult economic times.

After a participating lender approves your loan or line of credit, the Ag Invest program works with your lender to reduce your interest rate, lowering the overall cost to enhance your farm or alternative agricultural business.

I need access to capital for regular operating expenses.

You may qualify for the Annual Ag line of credit, limit one per calendar year not to exceed \$400,000 per farmer or \$800,000 per farm operation.

I need access to capital for a major purchase or for my agribusiness.

You may qualify for the Long-Term Ag loan, multiple loans per calendar year up to \$300,000 per borrower. Qualified expenses include equipment, construction, livestock and specialty crops. Approved agribusiness include vineyards, fish farms, green houses, urban farms and pick-your-own orchards. The loan term is three years with a possible two year extension for expenses up to \$300,000 and an additional two years for grape and vineyard productions; three years with possible 3 year extension for expenses over \$300,000.



Michael W. Frerichs
ILLINOIS STATE TREASURER

www.illinoistreasurer.gov

Ag Invest

Frequently Asked Questions

The Ag Invest program offers affordable financing to Illinois farmers and agriculture professionals through two options: Annual Ag and Long-Term Ag.

How does the program work?

For each approved project, the treasurer's office deposits funds at a discounted rate into an eligible financial institution thereby lowering the interest rate. This enables borrowers to secure below-market rates for either one year or up to possible six years of the loan. An additional one year for vineyards.

What is Annual Ag?

Annual Ag is a one-year program that assists farmers with typical operating expenses associated with seed, fertilizer, plants, crop insurance and other expenses.

How much can I borrow through the Annual Ag program?

There is a limit of one loan per calendar year not to exceed \$400,000 per farmer and \$800,000 per farm operation.

What is Long-Term Ag?

Long-Term Ag is designed to help with capital expenditures such as machinery, construction and specialty crops.

How much money can I borrow through Long-Term Ag?

The limit for Long Term Ag, multiple loans per calendar year not to exceed \$300,000.

When do I have to pay back a Long-Term Ag loan?

The initial rate is guaranteed for three years. If a compliance check is successfully passed at the end of three years, the loan may be extended for another two years and additional two years for grape and vineyard production.

Other loans terms available for expenses greater than \$300,000.

How do I apply?

1. Contact the treasurer's office for an overview and list of eligible lenders
2. Apply for a loan from an eligible lender
3. Apply for an Ag Invest interest rate deduction, a fill-in pdf application is available online
4. If approved, the treasurer's office deposits state funds at your lender. The lender then lowers your interest rate.

The maximum interest rate on the loan may not exceed the associated deposit rate by more than 3.75 percent during the term of the treasurer's participation. Current deposit rates are available at www.illinoistreasurer.gov.

Does the program guarantee the loan?

The program does not provide a guarantee or any type of credit enhancement to the borrower, nor does it have any impact on the financial institution's normal credit requirements.

Which lenders are eligible to participate? What if my financial institution is unfamiliar with the program?

More than 400 financial institutions are eligible to participate in the treasurer's Invest in Illinois programs. Contact the treasurer's office for a complete list. If your financial institution does not participate or has questions about the program, please refer its loan officer to the treasurer's office.

For further information or assistance, please contact the Illinois State Treasurer's Office by phone: (217) 557-6436 or email: aginvest@illinoistreasurer.gov

All photos displayed are 2015 Cream of the Crop Photo Contest 1st place winners.

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